GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:1710
ANSWERED ON:28.11.2002
LOANS OUTSTANDING AGAINST SICK PSUS
NAMDEO HARBAJI DIWATHE;SATYAVRAT CHATURVEDI;SUNDER LAL TIWARI

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether attention of the Government has been drawn to the news-item captioned `Sarvjanik Kshetra Ke 111 Upkram Ghate Mein, Aath Ke Punrudhar Ki Sifarish` appearing in `Punjab Kesari` dated October 30, 2002;

(b) if so, the facts thereof;

(c) the details of the industries proposed to be revived and the time by which the work relating to their revival would be started and completed;

(d) whether the number of sick and financially weak companies is increasing as a result of rise in industrial sickness in the country;

(e) if so, the details thereof alongwith reasons therefor;

(f) the names of the Undertakings likely to be declared sick alongwith the basis of declaring them sick;

(g) the amount of bank loans and other outstanding against each of the undertakings running in losses including small scale and non-small scale sick units in the country; and

(h) the steps taken by the Government in this regard?

Answer

MINISTER OF STATE FOR HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) to (h) : Yes Sir. As and when the net worth of a PSU becomes negative it is referred to the Board for Industrial and Financial Reconstruction (BIFR) for formulation of revival package. As on 30.6.2002, 68 CPSUs were registered with the BIFR. Revival packages are decided as per the statutory provisions of SICA on case to case basis for which no fixed time can be prescribed.

Further, as per the available information, the number of sick industrial PSUs registered with BIFR has increased marginally during the last three years from 67 in 1999-2000 to 68 as on 30.6.2002 (Annexure). The reasons for sickness are enterprise specific. However, some of the common reasons include old and obsolete plant and machinery, out dated technology, excess manpower, shortage of working capital, severe competition etc. The information regarding loans of banks/financial institutions etc. to CPSUs including sick industrial enterprises is given in Statements 18(A) and 18(B) of Volume I of Public Enterprises Survey 2000-01.

Enterprise specific steps are taken by the Government as well as concerned management of PSUs which include infusion of fresh funds, financial and business restructuring, rationalization of manpower, procurement of orders through purchase preference, sanction of rehabilitation packages through BIFR, joint venture formation in non-strategic PSUs etc. as the case may be.

Annexure refer to in reply of Lok Sabha Unstarred Question No. 1710 to be answered on 28.11.2002.

List of BIFR CPSUs. with status as on 30.6.2002

Sl.No.	Case No /Year	Name of the Company	Status as on 30.6.2002	Status as on 31.3.2002
1.	522/1992	Heavy Engineering Corn. Ltd	Revival Scheme Sanctioned	Revival Scheme Sanctioned
2.	517/1992	Viganyan Industries Ltd.	Revival Scheme Sanctioned	Revival Scheme Sanctioned
3.	528/1992	Braithwaite Ltd.	Revival Scheme	Revival Scheme

Sanctioned Sanctioned

4. 533/1992 Bengal Chemicals & Pharmaceuticals L td.. Revival Scheme Sanctioned Revival Scheme Sanctioned

5. 534/1992 NTC (APK&Mahe.) Ltd. Revival Scheme Sanctioned Revival Scheme Sanctioned

6. 535/1992 NTC (Gujarat) Ltd Revival Scheme Sanctioned Revival Scheme Sanctioned

7 538/1992 Bengal Immunity Ltd. Revival Scheme Sanctioned Revival Scheme Sanctioned

8. 501/1993 NTC (MP) Ltd. Revival Scheme Sanctioned Revival Scheme Sanctioned

9. 503/1993 NTC (W. Bengal& Assam). Revival Scheme Sanctioned Revival Scheme Sanctioned

10. 504/1993 NTC (UP) Ltd. Revival Scheme Sanctioned Revival Scheme Sanctioned

11. 509/1993 Instrumentation Ltd. Revival Scheme Sanctioned Revival Scheme Sanctioned

12. 501/1994 NTC (DPR) Ltd. Revival Scheme Sanctioned Revival Scheme Sanctioned

13. 502/1992 Nagaland Pulp & Paper Co. Dismissed as Non Maintainable Dismissed as Non Maintainable

14. 502/2001 Bharat Coking Coal Ltd. Dismissed as Non Maintainable Under Enquiry

15. 504/1997 Manipur State Drugs & Pharmaceuticals Ltd. Dismissed Non Maintainable Dismissed as Non Maintainable

16. 518/1992 British India Corporn. Ltd. Draft Scheme Circulated Winding up Recommended

17. 502/1997 Bharat Immunological & Biologicals Corporation Dismissed as Non Maintainable Dismissed as Non Maintainable

18. 523/1992 Tyre Corporation Ltd. Draft Scheme Circulated Draft Scheme Circulated

19. 532/1992 Bharat Ophthelmic Glass Ltd Draft Scheme Circulated Draft Scheme Circulated

20. 536/1992 NTC (MN) Ltd. Draft Scheme Circulated Draft Scheme Circulated

21. 505/1993 NTC (SM) Ltd. Draft Scheme Draft Scheme Circulated Circulated

22. 507/1994 Hindustan Flurocarbons Draft Scheme Draft Scheme Circulated Circulated

23. 502/1995 Jessop & Co. Ltd Draft Scheme Failed & . Circulated Reopend

24. 501/1996 Cement Corporation ltd. Draft Scheme Draft Scheme Circulated Circulated

25. 505/1992 Bharat Gold Mines Ltd. Winding up Winding up Recommended Recommended

26. 506/1992 Tannery & Footwear Co. Winding up Winding up Recommended Recommended

27. 508/1992 Cycle Corporation of India Winding up Winding up Recommended Recommended

28. 510/1992 Mining & Allied Machn. Ltd. Winding up Winding up Recommended Recommended

29. 513/1992 National Bicycle Corpn. Winding up Winding up Recommended Recommended

30. 515/1992 Fertilizer Corpn. Ltd. Winding up Winding up Recommended Recommended

31. 516/1992 Hindustan Fertilizers Corpn. Winding up Winding up Recommended Recommended

32. 519/1992 Elgin Mills Co. Ltd. Winding up Winding up Recommended Recommended

33. 520/1992 Bharat Processes & Mechanical Engineers Ltd. Winding up Winding up Recommended Recommended

34. 525/1992 Bharat Refrectories Ltd. Winding up Revival Scheme Recommended Sanctioned

35. 527/1992 Cawnpore textiles Ltd. Winding up Winding up Recommended Recommended

36. 529/1992 Smith Stanistreet & Phacl. Winding up Winding up Recommended Recommended

37. 504/1994 Southern Pesticides Ltd. Winding up Winding up Recommended Recommended

38. 506/1994 Rayrolle Burn Ltd. Winding up Winding up Recommended Recommended

39. 501/1995 Swadeshi Minif & Mfg.Co. Winding up Winding up Recommended Recommended

40. 502/1996 Maharashtra Antibiotics & Pharmaceuticals Ltd Winding up Recommended Winding up Recommended

41. 502/1999 Hindustan Vegetable Oils Winding up Winding up

Recommended Recommended
42. 501/1992 Bharat Pumps & Compres Winding up Winding up
Notice Notice
43. 503/1992 IDPL Winding up Winding up
Notice Notice

44. 514/1992 Orissa Drugs & Chemicals Winding up Failed&Reopened
Notice
45. 526/1992 Bharat Brakes & Valves Ltd Winding up Notice Revival Scheme Sanctioned
46. 530/1992 U.P. Drugs & Pharmactl. Winding up Notice Winding up Notice
47. 531/1992 National Instruments Ltd. Winding up Notice Revival Scheme Sanctioned
48. 506/1993 NJMC Winding up Notice Winding up Notice
49. 505/1994 Indian Iron & Steel Co. Winding up Notice Winding up Notice
50. 503/1995 Hindustan Photofilms Mfg. Winding up Notice Winding up Notice
51. 501/1997 Hindustan Antibiotics Ltd. Under Enquiry Under Enquiry
52. 502/1998 NEPA Ltd. Under Enquiry Under Enquiry
53. 504/1998 Praga Tools Ltd. Under Enquiry Under Enquiry
54. 501/1999 Birds, Jute & Exports Ltd Under Enquiry Under Enquiry
55. 503/1999 Pyrites Phosphetes & Pharls. Under Enquiry Under Enquiry
56. 501/2000 Eastern Coalfields Ltd. Under Enquiry Under Enquiry
57. 502/2000 Hindustan Salts Ltd. Under Enquiry Under Enquiry
58. 501/2001 Bharat Wagon & Engg. Under Enquiry Under Enquiry
59. 501/2002 Maharashtra Electrosmelt Under Enquiry Under Enquiry
60. 502/2002 Central Coalfields Ltd. Under Enquiry Under Enquiry
61. 503/2002 Hindustan Cables Ltd. Under Enquiry -
62. 507/1992 Trivani Structurals Ltd Failed & Reopened Failed & Reopened
63. 509/1992 Richardson & Crudass Ltd. Failed & Reopened Failed & Reopened
64. 521/1992 Projects & Development(I) Failed & Reopened Failed & Reopened
65. 508/1994 Burn Standard Co. Ltd. Failed & Reopened Failed & Reopened
66. 504/1994 Scooters India Ltd. No longer Sick No longer Sick
67. 517/1997 Biecco Lawrie Ltd. No longer Sick No longer Sick
68. 503/1997 NERAMAC No longer Sick No longer Sick